#### UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

## MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111<sup>th</sup> Congress <sup>1</sup>

[Date approved: June 4, 2010]<sup>2</sup>

Bill No. and sponsor: S. 2347 (Mr. David Vitter of Louisiana).

Proponent name,<sup>3</sup> location: Syngenta Crop Protection, Inc., Greensboro, NC.

Other bills on product (111th Congress only): None.

Nature of bill: Temporary duty reduction through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Chloro-N-(2-ethyl-6-methylphenyl)-N-(2-methoxy-1-methylethyl)acetamide (s-Metolachlor) (CAS No. 87392-12-9) (provided for in subheading 2924.29.47).

Check one:

Same as that in bill as introduced.

Z Different from that in bill as introduced (see Technical comments section).

#### Product information, including uses/applications and source(s) of imports:

The subject product is the active ingredient used in the manufacture of a number of herbicide formulations to provide control of grass weeds in corn, soybeans, and many other crops. The product is imported from Switzerland.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Stephen Wanser (202-205-3363); Tariff Affairs contact: David Michels (202-205-3440).

<sup>&</sup>lt;sup>2</sup> Access to an electronic copy of this memorandum is available at <a href="http://www.usitc.gov/tariff">http://www.usitc.gov/tariff</a> affairs/congress reports/.

<sup>&</sup>lt;sup>3</sup> The sponsor did not identify any additional beneficiaries of this bill.

#### Estimated effect on customs revenue for the subject product classifiable in HTS subheading 2924.29.47:

$\bigg \backslash \! \bigg \backslash$	2010	2011	2012	2013	2014
Col. 1-General rate of duty	6.5%	6.5%	6.5%	6.5%	6.5%
Estimated value dutiable imports <sup>a</sup>	\$70,975,828	\$82,374,500	\$85,534,400	\$95,693,840	\$95,693,840
Customs revenue loss bc	\$354,879	\$411,873	\$427,672	\$478,469	\$478,469

a/ Dutiable import estimates were provided by industry sources.

#### Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?		Opposition noted?
			(Yes/No)	
Syngenta Crop Protection, Inc. (Proponent) Angus Kelly, 202-347-7772 angus.kelly@syngenta.com	11/20/2009	No	No	No
Arkema Inc. (Atofina) Brian Sowa, 202-467-5459 Brian@strategicmi.com	11/20/2009	No	No	No
BASF Corp. Greg Thies, 202-299-7240, gregory.thies@basf.com	11/20/2009	No	No	No
Bayer CropScience, LLP Jean Reimers, 202-756-3779 jean.reimers@bayercropscience.com Michael Gill, 202-508-8843, Mgill@crowell.com	11/20/2009	No	No	No
Chemtura Corporation Matt Mattingley, 202-841-5601 matt@mattingleygroup.com	11/20/2009	No	No	No
CropLife America Doug Nelson, 202-872-3880 dnelson@croplifeamerica.org	11/20/2009	No	No	No
Dow AgroSciences Max Turnipseed, 225-338-0310, mctint@att.net Lisa Schroeter, 202-429-3407, lmschroeter@dow.com	11/20/2009	No	No	No

<sup>&</sup>lt;u>b</u>/ At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

c/ The estimated customs revenue loss is based on a temporary reduction of the general rate of duty from 6.5 percent ad valorem to 6 percent ad valorem, a reduction of 0.5 percentage points.

Name of firm/organization	Date	Claim US	Submission	Opposition
	contacted	makes same or competing	attached?	noted?
		product(s)?		
			(Yes/No)	
DuPont	11/20/2009	No	No	No
Elaine Olsen, 302-992-2263				
elaine.m.olsen@usa.dupont.com				
FMC Corp.	11/20/2009	No	No	No
Jerry Prout, 202-956-5209, jerry.prout@fmc.com				
Steve Ziehm, 202-872-8181, sziehm@igc.com				
Gowan Company	11/20/2009	No	No	No
Cindy Baker, 928-819-1554, cbaker@gowanco.com				
George Rolofson, 336-580-1116				
grolofson@triad.rr.com				
Makhteshim Agan of North America, Inc.	11/20/2009	No	No	No
Scott Rawlins, 443-762-5377, scottr@manainc.com				
Monsanto Corp.	11/20/2009	No	No	No
Michael Parrish, 202-383-2859				
michael.parrish@monsanto.com				
Nufarm Limited	11/20/2009	No	No	No
Joel R. Junker, 206-621-7878, joel@jrjtradelaw.com				
Solutia Inc.	11/20/2009	No	No	No
Kassie Wooton, 314-674-3297, kdwoot@solutia.com				
Robert Hurley, 202-289-9800				
rhurley@theaccordgroup.com				
United Phosphorus Inc.	11/20/2009	No	No	No
Diane Fago, 610-491-2816, diane.fago@uniphos.com				
Valent USA Corp.	11/20/2009	No	No	No
Robin Demouth, 925-256-2758				
robin.demouth@valent.com				

#### Technical comments:4

The Commission staff recommends that the article description on page 1 of this report be used in the proposed heading in order to correct the HTS subheading reference and to make other corrections. Also, the Commission staff suggests that "6.0%" be deleted from the proposed heading and "6%" be inserted in lieu thereof.

<sup>&</sup>lt;sup>4</sup> The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



#### 111TH CONGRESS 1ST SESSION

# S. 2347

To suspend temporarily the duty on s-Metolachlor.

#### IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. VITTER introduced the following bill; which was read twice and referred to the Committee on Finance

### A BILL

To suspend temporarily the duty on s-Metolachlor.

1	Be it enacted by the Senate and House of Representa-
2	$tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled,$
3	SECTION 1. S-METOLACHLOR.
4	(a) In General.—Subchapter II of chapter 99 of
5	the Harmonized Tariff Schedule of the United States is
6	amended by inserting in numerical sequence the following
7	new heading:
	" 9902.01.00 Chloro-N-(2-ethyl-6-methylphenyl)-N-(2-methoxy-

 $\begin{array}{c|cccc} 1\text{-methylethyl)acetamide (s-} \\ \text{Metolachlor). (CAS No.} \\ 87392-12-9) \text{ (as provided for in Subheading } 2924.29.4700)} \\ \end{array}$ 

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies to goods entered, or withdrawn from
- 3 warehouse for consumption, on or after the 15th day after

4 the date of the enactment of this Act.

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